## Senate File 1 - Introduced

## SENATE FILE 1

BY ANDERSON, BEHN, BERTRAND,
BREITBACH, BROWN, CHAPMAN,
CHELGREN, COSTELLO, DAWSON,
DIX, EDLER, FEENSTRA,
GARRETT, GREENE, GUTH,
C. JOHNSON, KAPUCIAN,
KRAAYENBRINK, LOFGREN,
ROZENBOOM, SCHNEIDER,
SCHULTZ, SEGEBART, SHIPLEY,
SINCLAIR, SMITH, WHITVER,
ZAUN, and ZUMBACH

## A BILL FOR

- 1 An Act requiring jobs impact statements for administrative
- 2 rules.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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- 1 Section 1. NEW SECTION. 17A.4B Job impact statement.
- 2 1. a. "Benefit" means the reasonably identifiable and
- 3 quantifiable positive effect or outcome that is expected to
- 4 result from implementation of a rule.
- 5 b. "Cost" means reasonably identifiable, significant, direct
- 6 or indirect, economic impact that is expected to result from
- 7 implementation of and compliance with a rule.
- 8 c. "Cost-benefit analysis" means regulatory analysis
- 9 to provide the public with transparency regarding the
- 10 cost-effectiveness of a rule, including the economic costs
- 11 and benefits and the effectiveness weighed by the agency
- 12 in adopting the rule. "Cost-benefit analysis" includes a
- 13 comparison of the probable costs and benefits of a rule to the
- 14 probable costs and benefits of less intrusive or less expensive
- 15 methods that exist for achieving the purpose of the rule.
- 16 d. "Jobs" means private sector employment including
- 17 self-employment and areas for potential for employment growth.
- 18 e. "Jobs impact statement" means a statement that does all
- 19 of the following:
- 20 (1) Identifies the purpose of a rule and the applicable
- 21 section of the statute that provides specific legal authority
- 22 for the agency to adopt the rule.
- 23 (2) Identifies and describes the cost that the agency
- 24 anticipates state agencies, local governments, the public, and
- 25 the regulated entities, including regulated businesses and
- 26 self-employed individuals, will incur due to implementing and
- 27 complying with a rule.
- 28 (3) Determines whether a rule would have a positive
- 29 or negative impact on private sector jobs and employment
- 30 opportunities in Iowa.
- 31 (4) Describes and quantifies the nature of the impact a rule
- 32 will have on private sector jobs and employment opportunities
- 33 including the categories of jobs and employment opportunities
- 34 that are affected by the rule, and the number of jobs or
- 35 potential job opportunities and the regions of the state

- 1 affected by the rule.
- 2 (5) Identifies, where possible, the additional costs to
- 3 employers per employee due to implementing and complying with
- 4 a rule.
- 5 (6) Includes other relevant analysis requested by the
- 6 administrative rules coordinator.
- 7 2. Prior to implementation of a rule, an agency shall
- 8 take steps to minimize the adverse impact on jobs and
- 9 the development of new employment opportunities due to
- 10 implementation of the rule.
- 11 3. An agency shall provide a jobs impact statement to the
- 12 administrative rules coordinator prior to publication of a
- 13 notice of intended action or the publication of a rule filed
- 14 without notice pursuant to section 17A.4, subsection 3.
- 15 4. The jobs impact statement shall be published as part
- 16 of the preamble to the notice of rulemaking in the Iowa
- 17 administrative bulletin, unless the administrative rules
- 18 coordinator determines that publication of the entire jobs
- 19 impact statement would be unnecessary or impractical.
- 20 5. An agency shall accept comments and information
- 21 from stakeholders prior to final preparation of the jobs
- 22 impact statement. Any concerned private sector employer or
- 23 self-employed individual, potential employer, potential small
- 24 business, or member of the public may submit information
- 25 relating to a jobs impact statement prior to publication of
- 26 a notice of intended action or publication of a rule filed
- 27 without notice pursuant to section 17A.4, subsection 3. Ar
- 28 agency may request that such information be submitted to the
- 29 agency.
- 30 6. If a jobs impact statement is revised after a notice
- 31 of intended action or a rule filed without notice pursuant to
- 32 section 17A.4, subsection 3, is published, the revised jobs
- 33 impact statement shall be published as part of the preamble
- 34 to the adopted version of the rule, unless the administrative
- 35 rules coordinator determines that publication of the entire

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- 1 jobs impact statement would be unnecessary or impractical.
- The analysis in the jobs impact statement shall give
- 3 particular weight to jobs in production sectors of the economy
- 4 which includes the manufacturing and agricultural sectors of
- 5 the economy and shall include analysis, where applicable, of
- 6 the impact of the rule on expansion of existing businesses or
- 7 facilities.
- 8 8. The administrative rules coordinator may waive the jobs
- 9 impact statement requirement for rules proposed under section
- 10 17A.4, subsection 3, or section 17A.5, subsection 2, paragraph
- 11 "b", or if unnecessary or impractical.
- 12 EXPLANATION
- The inclusion of this explanation does not constitute agreement with the explanation's substance by the members of the general assembly.
- 15 This bill requires that every proposed rule under a notice
- 16 of intended action or publication without notice contain a
- 17 jobs impact statement which outlines the purpose and statutory
- 18 authority of the rule and analyzes and sets out in detail
- 19 the impact of the proposed rule on state agencies, local
- 20 governments, the public, and the regulated entities, including
- 21 regulated businesses and self-employed individuals affected by
- 22 the rule. The statement must also determine whether a proposed
- 23 rule would have a positive or negative impact on private sector
- 24 jobs and employment opportunities.
- 25 As part of this requirement, an agency is required to
- 26 takes steps to minimize the adverse impact on jobs and the
- 27 development of new employment opportunities before proposing
- 28 a rule. An agency is also required to accept comments and
- 29 information from stakeholders prior to final preparation of a
- 30 jobs impact statement.
- 31 The administrative rules coordinator may waive the jobs
- 32 impact statement requirement for rules filed using emergency
- 33 rulemaking procedures or if unnecessary or impractical.